



Iowa Department of Human Services

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INFORMATIONAL LETTER NO.1725-MC-FFS-D

DATE: September 29, 2016

TO: All Iowa Medicaid Providers

APPLIES TO: Managed Care (MC), Fee-for-Service (FFS), Dental (D)

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise (IME)

RE: 1915(b)(3) Mental Health and Substance Abuse Services

EFFECTIVE: April 1, 2016

Effective for dates of service between January 1, 2016, and the launch of the IA Health Link Managed Care program on April 1, 2016, the IME is responsible for coverage of Medicaid funded mental health and substance abuse services previously paid through Magellan for all Medicaid members which included those services that are delivered only through a managed care plan under the 1915(b) waiver amendment.

1915(b) waivers are typically used to allow the use of a managed care delivery system for traditional Medicaid State Plan services. Iowa's 1915(b) waiver allows for the provision of community-based services to eligible individuals by using savings that the state has garnered through the introduction of managed care. These services are referred to as 1915(b)(3) services, or "B-3" services.

Services covered through the 1915(b) waiver amendment section 1915(b)(3) include:

B-3 Service	Procedure Code
Intensive Psychiatric Rehabilitation	H2017 U1-U5
Community Support	H0037 – Low H0037 TF - High
Peer Support	H0038
Integrated Services and Supports (Wrap-around Services)	H2022
Respite	H0045
Level III.1. Clinically Managed Low Intensity Residential Treatment (Halfway House) Substance Abuse	H2034
Level III.3 & III.5 Clinically Managed Medium/ High Intensity Residential Treatment Substance Abuse (Hospital-Based)	H0017 TF
Level III.3 & 5 Clinically Managed Medium/ High Intensity Residential Treatment Substance Abuse (Community-Based)	H0018 TF
Level III.3 & 5 Clinically Managed Medium/ High Intensity Residential Treatment Substance Abuse (Hospital-Based)	H0017 TG
Level III.7 Substance Abuse Residential (Community-Based)	H0018 TG

For dates of service on or after April 1, 2016, "B-3" services are delivered only under the authority of the 1915(b) waiver and; therefore, are only available to members enrolled in the IA Health Link Managed Care program. Members that are under Medicaid FFS wishing to access B-3 services may contact the IME Member Services Unit at 1-800-338-8366 to learn about enrolling in the IA Health Link Managed Care program.